

# 1997 Nonrefundable Individual Tax Credits and Recapture

## Arizona Form 301

### For Assistance

If you have questions, please call one of the following help numbers.

Phoenix .....(602) 255-3381  
Other Arizona areas .....(800) 352-4090  
Form Orders .....(602) 542-4260  
Forms by FAX .....(602) 542-3756  
Recorded Tax Information  
    Phoenix .....(602) 542-1991  
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### General Instructions

Individuals must use Form 301 to claim nonrefundable tax credits. Use this form to:

- summarize your total available non-refundable tax credits;
- determine the application of the available tax credits;
- summarize your tax liability related to recapture of tax credits.

### Line-by-Line Instructions

Enter your name and social security number as shown on Arizona Form 140, 140PY, 140NR, or 140X.

Make sure that every return, statement, or document that you file with the department has your social security number. Failing to include the proper numbers may subject you or your preparer to a penalty. Make sure that all of the required identification numbers are clear and correct. Your return may take longer to process if identification numbers are missing, incorrect, or unclear.

*If your name appears first on the return, make sure your social security number is the first number listed.*

### Part I: Nonrefundable Individual Tax Credits and Recapture

Complete Part I to determine the total amount of available nonrefundable tax credits. The available tax credit amount for a particular credit is the total of the current taxable year's credit and any unused credit carryovers from prior taxable years. On lines 1 through 12, enter the available tax credit amount for each of the credits listed.

#### Line 1 - Defense Contracting Credit

Enter the amount from Form 302, Part VIII, line 36.

#### Line 2 - Enterprise Zone Credit

Enter the amount from Form 304, Part XIV, line 45.

#### Line 3 - Environmental Technology Facility Credit

Enter the amount from Form 305, Part V, line 29.

#### Line 4 - Military Reuse Zone Credit

Enter the amount from Form 306, Part IX, line 44.

#### Line 5 - Recycling Equipment Credit

Enter the amount from Form 307, Part V, line 28.

#### Line 6 - Credit for Taxes Paid to Another State or Country

Enter the amount from Form 309, Part II, line 17.

#### Line 7 - Solar Energy Credit

Enter the amount from Form 310, line 8.

#### Line 8 - Agricultural Water Conservation System Credit

Enter the amount from Form 312, Part VI, line 23.

#### Line 9 - Alternative Fuel Vehicles and Equipment Credit

Enter the amount from Form 313, Part II, line 28.

#### Line 10 - Underground Storage Tanks Credit

Enter the amount from Form 314, Part II, line 12.

#### Line 11 - Pollution Control Credit

Enter the amount from Form 315, Part V, line 31.

#### Line 12 - Construction Materials Credit

Enter the amount from Form 316, Part V, line 24.

#### Line 13 - Total Available Tax Credits

Add lines 1 through 12. Enter the total. This is the total amount of all nonrefundable tax credits available for your use.

### Part II: Application of Tax Credits

Complete Part II to determine which tax credits you will claim and the portion of the available tax credit amount from Part I that you will claim for a particular tax credit.

#### Line 14 -

Enter the amount of tax from Form 140, line 27, or Form 140PY, line 27, or Form 140NR, line 27, or Form 140X, line 18.

#### Line 15 -

Enter the amount of tax due from recapture of the environmental technology facility credit on Form 305, Part VI, line 34.

**Line 16 -**

Enter the amount of tax due from recapture of the recycling equipment credit on Form 307, Part VI, line 33.

**Line 17 -**

Add lines 15 and 16. Enter the total here and on Form 140, line 28, or Form 140PY, line 28, or Form 140NR, line 28, or Form 140X, line 19.

**Line 18 -**

Add lines 14 and 17 and enter the total here. This is the amount of tax liability to which you may apply the total amount of tax credits you claim.

**Tax Credits Claimed:** The total amount of tax credits you claim cannot exceed the amount of tax entered on line 18. In order for you to determine which tax credit(s) to claim and the amount to claim for a particular tax credit, you must consider any limitations on the allowable amount of the credit and whether you may carry the unused portion of that credit forward.

**Line 19 - Defense Contracting Credit**

There are two tax credits for qualified defense contractors. You may carry the unused portion of both tax credits forward for five succeeding taxable years, regardless of continuing certification as a qualified defense contractor. Enter the amount claimed.

**Line 20 - Enterprise Zone Credit**

You may carry the unused portion of this tax credit forward for five succeeding taxable years, provided the business remains in the enterprise zone. You lose the carryover if the business relocates outside of the enterprise zone. You also lose the carryover if the enterprise zone is terminated. Enter the amount claimed.

**Line 21 - Environmental Technology Facility Credit**

You may carry the unused portion of this tax credit forward for fifteen succeeding taxable years. If you are subject to the tax related to recapture of this tax credit for the facility, you lose the carryover of the tax credit.

The portion of the available credit amount from Part I, line 3, that you may claim is limited to 75 percent of the amount of tax entered on line 18. Enter the amount claimed.

**Line 22 - Military Reuse Zone Credit**

You may carry the unused portion of this tax credit forward for five succeeding taxable years if the business remains in the military reuse zone. You lose the carryover if the business relocates outside of the military reuse zone. Enter the amount claimed.

**Line 23 - Recycling Equipment Credit**

You may carry the unused portion of this tax credit forward for fifteen succeeding taxable years. The carryforward period limitation applies separately to each piece of recycling equipment for which you compute a credit. You must use the unused credit carryovers from prior taxable years before you claim the current taxable year's credit. If you are subject to the tax related to recapture of this tax credit for a particular piece of recycling equipment, you lose the portion of the unused credit carryovers related to that recycling equipment.

The portion of the available credit amount from Part I, line 5, that you may claim is limited to the *lesser* of **25** percent of the amount of tax entered on line 18 or \$5,000. Enter the amount claimed.

**Line 24 - Credit for Taxes Paid to Another State or Country**

There is no carryforward of the unused portion of this tax credit. Enter the amount claimed.

**Line 25 - Solar Energy Credit**

You may carry the unused portion of this credit forward for five succeeding taxable years. Enter the amount claimed.

**Line 26 - Agricultural Water Conservation System Credit**

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

**Line 27 - Alternative Fuel Vehicles and Equipment Credit**

You may carry the unused portion of this tax credit forward for five succeeding taxable years. Enter the amount claimed.

**Line 28 - Underground Storage Tanks Credit**

There is no carryforward of the unused portion of this tax credit. Enter the amount claimed.

**Line 29 - Pollution Control Credit**

You may carry the unused portion of this credit forward for five succeeding taxable years. Enter the amount claimed.

**Line 30 - Construction Materials Credit**

You may carry the unused portion of this credit forward for five succeeding taxable years. Enter the amount claimed.

**Line 31 - Total Tax Credits Claimed**

Add lines 19 through 30 and enter the total here. This amount cannot exceed the amount of tax entered on line 18. Enter the amount from this line on Form 140, line 31, or Form 140PY, line 31, or Form 140NR, line 30, or Form 140X, line 22.